

1. ZAMBIA - 1991 ARTICLE IV CONSULTATION - DECISION CONCLUDING
ARTICLE XIV CONSULTATION

1. The Fund takes this decision relating to Zambia's exchange measures subject to Article VIII, Sections 2(a) and 3, and in concluding the 1991 Article XIV consultation with Zambia, in the light of the 1991 Article IV consultation with Zambia conducted under Decision No. 5392-(77/63), adopted April 29, 1977, as amended (Surveillance over Exchange Rate Policies).

2. As described in EBS/91/59, Zambia continues to maintain restrictions on the making of payments and transfers for current international transactions in accordance with Article XIV, except that the following exchange measures maintained by Zambia are subject to Fund approval under Article VIII: multiple currency practices arising from the operation of the dual exchange market and from the sale of retained export proceeds; limitations on the availability of foreign exchange for certain current transactions, including limitations on personal remittances and the nonavailability of foreign exchange for tourism; and the limitation on the availability of foreign exchange for the servicing of external debt evidenced by payments arrears. The Fund approves the retention of the multiple currency practice arising from the operation of the dual exchange market until December 31, 1991. The Fund encourages the authorities to remove as soon as possible the other exchange restrictions and the other multiple currency practice.

Decision No. 9709-(91/56), adopted
April 17, 1991